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MINERALS RECOVERY CORPORATION

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April 2, 1985

Mr. Lowell P. Braxton
Administrator
Mineral Resource Development &
Reclamation Program
355 W. N. Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203

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GAS & MINING

Dear Mr. Braxton,

Thank you for your letter of March 28, 1985 concerning the clean up of the apparent abandonment of the Seven Mile Mine, DOE/019/013, Grand County, Utah.

Since this letter was directed to me, I am assured that your files have not been updated in quite some time.

I will try to be brief, and yet provide you with an accurate series of events:

- 1. Dolores Bench Limited Partnership Inc, (DBLP) assumed the lease title to this property on 7/22/81 from General Electric Uranium Mangement Corporation (GEUMCO). GEUNCO had title whereby they leased Harrison/Carroll's leasehold interest from Power Oil Company.
- 2. MRC is the operator for DBLP.
- 3. When DBLP assumed title, they also acknowledged a then current mining contract between GEUMCO and Shumway mining and honored that contract until 1/15/83, at which time DBLP terminated the contract.

Mr. Braxton Page Two April 2, 1985

- 4. On 2/14/83, Harrison/Carroll desires reassignment of the Seven Mile claims (copy enclosed)
- 5. On 4/25/83, Mr. Butt had already began mining activities for the benefit of Harrison Carroll, (copy enclosed)
- 6. On 6/15/83, the Seven Mile claims were formerly assigned to Harrison/Carroll (copy enclosed).
- 7. The subsequent months were spent settling a lawsuit between all parties concerned over the payment of royalties.
- 8. The 1984 assessment filed by Power Oil indicated they were mining up to and including 5/24/84, (copy enclosed).

Therefore, as you can see, the reclamation responsibilities are not with MRC, but with Harrison/Carroll, and Jim Butt dba, Mineral Mining Company, or their successors as "successor operator" pursuant to that certain agreement and assignment dated June 15, 1983 as described above. Please note, MRC never agreed for the successor's to mine under our permit. It was always emphasized in all the correspondence for the successors either to apply for their own permit or petition the State to assume ours. The last known address for Harrison/Carrol that I have are:

R. D. Carroll
Box 845
Moab, Utah 84532

Ada Joan Harrison Box 399 Moab, Utah 84532

MRC does not even have the authority to be on the Seven Mile claims. I hope that I have cleared this matter somewhat for you. I would appreciate your keeping the enclosed documents as Confidential as they are not a matter of public record but for your own information. If I can help further, please advise.

Sincerely yours,
MINERALS RECOVERY CORPORATION

(Mrs.) Dianna D. Steinman Assistant Vice President